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FRASER MILNER CASGRAIN LLP

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Anca Neacsu
(514) 878-5894
anca.neacsu@fmc-law.com
Our file : 606778-1

November 15, 2007

BIP CORPORATION
1650 Linda Vista Drive
San Marcos CA 92069
USA

Attention: Mr. Al Hatset

Sir:

Subject: Mitec Telecom inc. v. BIP Corporation

We are the attorneys representing Mitec Telecom Inc. (hereinafter "**Mitec**"), who has instructed us to forward you the present letter.

In accordance with the commercial arrangements put in place between BIP Corporation (hereinafter "**BIP**") and Mitec, BIP owes to Mitec an amount totaling US\$448,050.52 as detailed in the statement of account herein enclosed. As such BIP is in default pursuant to various purchase orders, as well as in breach of the Bill and Hold Agreement entered into on July 25, 2006, for which you have failed to remedy despite our client's requests.

Therefore, in view of the foregoing, you are formally advised that unless we receive a certified cheque in the amount of US\$448,050.52, made payable to the order of *Fraser Milner Casgrain in trust* within ten (10) days of receipt of the present demand letter, we shall have no other alternative but to proceed with any and all appropriate legal proceedings to uphold our client's rights, without further notice or delay.

Do govern yourselves accordingly.

FRASER MILNER CASGRAIN LLP

**ORIGINAL
SIGNÉ PAR/signed BY
ANCA NEACSU**

Anca Neacsu

Encl.

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